TENNESSEE GENERAL ASSEMBLY FISCAL REVIEW COMMITTEE



FISCAL NOTE

HB 3137 - SB 3173

February 8, 2010

SUMMARY OF BILL: Authorizes the Tennessee Department of Transportation (TDOT) and local governments to advertise transportation enhancement grants for bids on the Department or local government Web sites in lieu of newspaper advertisements.

ESTIMATED FISCAL IMPACT:

Decrease Local Expenditures – \$7,600

Assumption:

- Thirty-five transportation enhancement grants are awarded each year.
- Grants are advertised only by local governments.
- A survey of newspapers across the state revealed the average cost to advertise in a newspaper is \$108.00. Advertisements must be issued two weeks prior to receiving bids.
- Local governments will advertise grants once each week during a two-week period to meet advertising requirements resulting in a cost of \$216.00 (\$108 x 2 advertisements) for each transportation enhancement grant awarded by TDOT.
- No significant cost for local governments to advertise on their websites. Publishing bid advertisements electronically on local or TDOT Web sites will result in a decrease in local expenditures of \$7,560.00 (35 grants x \$216.00).

CERTIFICATION:

The information contained herein is true and correct to the best of my knowledge.

James W. White, Executive Director

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